# CAPITALAND LIMITED

(Incorporated in the Republic of Singapore)
Company Registration No.: 198900036N

## ANNOUNCEMENT

---

**CAPITAL REDUCTION BY SUBSIDIARY, LOFT CONDOMINIUM PTE LTD**

---

CapitaLand Limited ("CapitaLand") wishes to announce that the High Court of the Republic of Singapore had on 26 September 2006 confirmed the reduction of the issued and paid-up share capital (the "Capital Reduction") of Loft Condominium Pte Ltd ("Loft Condominium"), a company incorporated in Singapore and an indirect wholly-owned subsidiary of CapitaLand.

The Capital Reduction was effected through the reduction of the issued and paid-up share capital of Loft Condominium from S$2,821,005 (comprising 2,821,005 ordinary shares) to S$1 (comprising 1 ordinary share) by the cancellation of 2,821,004 of the said ordinary shares constituting part of the total issued and fully paid-up share capital of Loft Condominium, and that the sum of S$2,821,004 arising from the Capital Reduction be returned to its sole shareholder, CapitaLand Residential Limited, a wholly-owned subsidiary of CapitaLand.

A copy of the Order of the Court confirming the Capital Reduction was lodged with the Accounting and Corporate Regulatory Authority on 29 September 2006, and accordingly the Capital Reduction became effective on the same date.

The Capital Reduction is not expected to have a material impact on the net tangible assets or earnings per share of the CapitaLand Group for the financial year ending 31 December 2006.

None of the Directors or controlling shareholder of CapitaLand has any interest, direct or indirect, in the above transaction.

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
29 September 2006